'Can Cycle Corporation pedal up again' which appeared in the Statesman, Calcutta edition, on the 2nd August, 1987; and

(b) what are the problems being faced by the CCIL and what is Government's reaction thereto in order to help it resolve the problems?

THE MINISTER OF INDUSTRY (SHRI J. VENGAL RAO): (a) Yes, Sir.

(b) There are various problems faced by CCIL such as high cost, low productivity, old and dilapidated plant and machinery, difficult liquidity position, etc. Measures to tackle these have been taken to improve the performance of the company.

Andhra Pradesh State Industrial Development Corporation

3335. SHRI R. SAMBASIVA RAO: Will the Minister of INDUSTRY be pleased to state:

(a) whether it is a fact that the Andhra Pradesh State Industrial Development Corporation is not following rules and regulations in the allotment of letters of intent to entrepreneurs;

(b) whether it is also a fact that on account of this fact a large number of allegations of irregularities have been received by the Central Government;

(c) whether as a result of this policy the deserving entrepreneurs like unemployed engineering graduates and others were suffering; and

(d) if so, what steps Government are taking in this regard?

THE MINISTER OF INDUSTRY (SHRI J. VENGAL RAO): (a) to (d) Information is being collected and will be laid on the Table of the House.

Setting up of Industries in Chandrapur

3336. SHRI NARESH C. PUGLIA: Will the Minister of INDUSTRY be pleased to state:

(a) what were the concessions given by Central Government for setting up industries in the district of Chandrapur, a backward area of Maharashtra;

(b) whether it is a fact that the Century Spinning and Manufacturing Company which has installed the Manikgarh Cement Plan of 110 sr. in Chandrapur claimed for depreciation and investment allowance without going for any trial production in the years 1985 and 1986; and

(c) what was the amount claimed and actually paid in each year and the action taken if any, by Government in the matter?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) Chandrapur has been identified as Category 'B' backward district and entrepreneurs setting up industrial units in this district are eligible for 15 per cent Central Subsidy, subject to a maximum of Rs. 15 lakhs on fixed capital investment.

(b) and (c) The company has furnished the following information:—

"(i) Tribal run upto clinker stage commenced in December 1985 by procuring limestone from outside agencies as the Govt. of India's permission for drawing limestone from captive mines in reserved forest area was not granted till then. Trial run of cement com-

menced on 22-10-1986 and was over on 7-1-1987 when first consignment of cement was despatched.

(ii) Depreciation and investment allowance was claimed during 1985 and 1986 as under:—

Year	Depreciation (Rs. in Crores)	Investment Allowance (Rs. in Crores)	Remarks
1985	10.35	15.08	On clinker area only.
1986	12.26	4.37	Investment allowance claimed on part of cement mill area and mines area.

The above amounts had been claimed by us in our Income Tax returns, Assessments are yet pending. Since one cement mill, packing plant and wagon loading platform were under erection as on 31-12-1986, depreciation and investment allowance on these will be claimed in 1987 only on commissioning.

M/s. Bridge and Roof Co. (India) Ltd.

3337. SHRI GURUDAS DAS GUPTA: Will the Minister of INDUSTRY be pleased to state:

(a) whether it is a fact that Bridge and Roof Co. (India) Ltd. had secured a contract for the contruction of HETAUDA CEMENT PLANT from the Government of Nepal;

(b) if so, whether the work has been completed: and

(c) whether it is a fact that equipment for cnstruction work worth crores were purchased through another company at Dubai on payment of hard currency without RBI clearance and these equipments are being brought to India without payment of duties?

THE MINISTER OF INDUSTRY (SHRI J. VENGAL RAO): (a) Hetauda Cement Industries Ltd., Nepal awarded the contract to a consortium of Bridge & Roof Co. (India) Ltd., and Development Consultants Private Limited, on a turnkey basis for the construction of cement plant in Nepal. The scope of services to be provided by Bridge & Roof Co. (India) Ltd., was Project Management, procurement services, supervision, quality control, progress monitoring, civil construction, erection, cost control and commission and deployment of some construction equipment on rental basis. Out of the total project cost of about Rs. 70 crores, the value of contract of Bridge & Roof was about Rs. 9.00 crores

(b) Yes, Sir.

(c) For conventional type of jobs, construction equipment was directly bought by B&R either in India or abroad with RBI clearance. Only non-conventional equipment for hill road construction were deployed on rental basis through an NRI company based in Dubai and for this concurrence of Reserve Bank of India was secured. The equipment bought by B&R has been brought to India on payment of customs duty against a Customs Clearance Permit issued by the Chief Controller of Imports & Exports, New Delhi.

Clearance of Shri Russi Modi's name as M.D. of TISCO

3338. SHRI CHIMANBHAI MEHTA: Will the Minister of INDUSTRY be pleased to state whether it is a fact that the renewal of Shri Russi Modi's term as the Managing Director of TISCO is pending clearance with the Company Law Board and if so, what are the details thereof?